Form 3160-3 (August 1999)

UNITED STATES

FORM APPROVED OMB No. 1004-0136 Expires November 30, 2000

<i>P</i>)(\	ע	EPAKIMENI UF.	I HE INTERIOR	1	
BUREAU OF LAND MANAGEMENT			5. Lease Serial No. /BLm	Surf.	
			TO DRILL OR REENTER	6. If Indian, Allottee or Tribe N/	Name
1a. Type of Work:	☑ DRILL	☐ REENTER	CONFIDENTIAL	7. If Unit or CA Agreement, 1 N/A	Name and No.
lb. Type of Well:	☑ Oil Well	☐ Gas Well ☐ Ot		8. Lease Name and Well No. WONSITS VALLEY 14G	-5-8-22
Name of Operator SHENANDOA		NC.	JENNY MOORE E-Mail: jmoore@shenandoahenergy.com	9. API Well No. 43-047-3	4400
3a. Address 11002 E 17500 VERNAL, UT 8	4078		3b. Phone No. (include area code) Ph: 435.781.4352	10. Field and Pool, or Explora WONSITS VALLEY	itory
4. Location of Well	(Report location	on clearly and in accorda	ince with any State requirements.*)	11. Sec., T., R., M., or Blk. ar	nd Survey or Area
At surface	SESW	687FSL 1807FWL	4445033 N 630498 E	Sec 5 T8S R22E Mer	SLB
At proposed pro	od, zone		650710		
14. Distance in mile 8 +/- MILES F	s and direction fi	rom nearest town or post ASH, UTAH	office*	12. County or Parish UINTAH	13. State UT
15. Distance from pr	roposed location	to nearest property or	16. No. of Acres in Lease	17. Spacing Unit dedicated to	this well
1ease Ime, π. (A 687' +/-	uso to nearest on	ig. unit line, if any)	40.00	585.25	
18. Distance from pr	roposed location lied for, on this le	to nearest well, drilling,	19. Proposed Depth	20. BLM/BIA Bond No. on fi	le
1000 [†] +/-	ned for, on this is	case, it.	6600 MD 6600 TVD	U-0969	
21. Elevations (Show 5155 KB	w whether DF, K	B, RT, GL, etc.	22. Approximate date work will start	23. Estimated duration 10 DAYS	
			24. Attachments		
The following, comple	eted in accordanc	e with the requirements of	of Onshore Oil and Gas Order No. 1, shall be attached to	this form:	
Well plat certified be 2. A Drilling Plan. A Surface Use Plan SUPO shall be file.	(if the location i	urveyor. is on National Forest Systopriate Forest Service Of	Item 20 above). tem Lands, the 5. Operator certification	ons unless covered by an existing formation and/or plans as may be	
25. Signature (Electronic Sul	bmission)	loh-Busel	Name (Printed/Types) JENNY MOOR		Date 11/19/2001
Title PREPARER	11/		Production to Name		
Approved by Signat	auré)		Name (Printed/Typed)		Date A S A S

Application approval does not warrant or certify the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.
Conditions of approval, if any, are attached.

Office RECLAMATION SPECIALIST III

Title

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Additional Operator Remarks (see next page)

Electronic Submission #8727 verified by the BLM Well Information System For SHENANDOAH ENERGY INC., sent to the Vernal

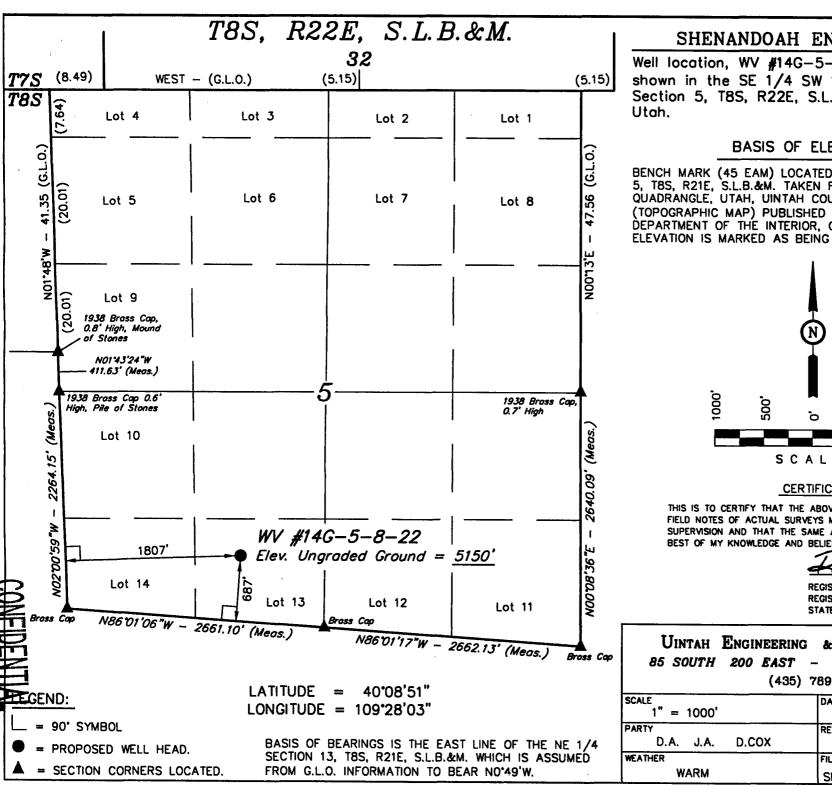


NOV 3 0 2001

DIVISION OF OIL, GAS AND MINING

** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL **

CONCIDENTIAL

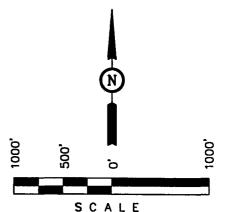


SHENANDOAH ENERGY, INC.

Well location, WV #14G-5-8-22, located as shown in the SE 1/4 SW 1/4 (LOT 13) of Section 5, T8S, R22E, S.L.B.&M. Uintah County,

BASIS OF ELEVATION

BENCH MARK (45 EAM) LOCATED IN THE N 1/2 OF SECTION 5, T8S, R21E, S.L.B.&M. TAKEN FROM THE BRENNAN BASIN QUADRANGLE, UTAH, UINTAH COUNTY 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 4689 FEET.



CERTIFICATE

THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PREPARED FROM FIELD NOTES OF ACTUAL SURVEYS MADE BY ME OR UNDER MY SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT TO THE

> REGISTERED LAND SURVEYOR REGISTRATION NO. 181319 STATE OF UTAH

UINTAH ENGINEERING & LAND SURVEYING 85 SOUTH 200 EAST - VERNAL, UTAH 84078 (435) 789-1017

SCALE 1" = 1000'	DATE SURVEYED: DATE DRAWN: 10-3-01 10-9-01	
D.A. J.A. D.COX	REFERENCES G.L.O. PLA	AT
WEATHER WARM	FILE SHENANDOAH	ENERGY, INC.

Additional Operator Remarks:

Shenandoah Energy Inc. proposes to drill a well to 6600' to test the Green River. If productive, casing will be run and the well completed. If dry, the well will be plugged and abandoned as per BLM and State of Utah requirements.

Please see Shenandoah Energy Inc. Standard Practices for Green River Formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and undesignated fields in Townships 07 and 08 South, Ranges 21 and 24 East.

See Onshore Order No. 1 attached

Please be advised that Shenandoah Energy Inc. agrees to be responsible under the terms and conditions of the lease for the operations conducted upon the lease lands.

Bond coverage for this well is provided by Bond No. U-0969. The principal is Shenandoah Energy Inc. via surety as consent as provided for the $43 \ CFR \ 3104.2$.

SHENANDOAH ENERGY, INC.

WV #14G-5-8-22 LOCATED IN UINTAH COUNTY, UTAH **SECTION 5, T8S, R22E, S.L.B.&M.**



PHOTO: VIEW FROM CORNER #1 TO LOCATION STAKE

CAMERA ANGLE: NORTHWESTERLY



PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: SOUTHWESTERLY



Uintah Engineering & Land Surveying 85 South 200 East Vernal, Utah 84078 435-789-1017 uels@uelsinc.com

LOCATION PHOTOS **РНОТО** MONTH DAY YEAR TAKEN BY: D.A. DRAWN BY: K.G. REVISED: 00-00-00



SHENANDOAH ENERGY INC. WV 14G-5-8-22

ONSHORE OIL & GAS ORDER NO. 1 Approval of Operations on Onshore Federal Oil and Gas Leases

All lease and/or unit operations will be conducted in such a manner that full compliance is made with applicable laws, regulations (43 CFR 3100), Onshore Oil and Gas No. 1, and the approved plan of operations. The operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished the field representative to insure compliance.

1. Formation Tops

The estimated tops of important geologic markers are as follows:

Formation	Depth
Uinta	Surface
Green River	2985
Mahogany Ledge	3945
Mesa	6550
TD (Wasatch)	6600

2. Anticipated Depths of Oil, Gas, Water and Other Mineral Bearing Zones

The estimated depths at which the top and bottom of the anticipated water, oil, gas or other mineral bearing formations are expected to be encountered are as follows:

Substance	Formation	Depth
Oil/Gas	Green River	6100

All fresh water and prospectively valuable minerals encountered during drilling, will be recorded by depth and adequately protected. All oil and gas shows will be tested to determine commercial potential.

All water shows and water-bearing sands will be reported to the BLM in Vernal, Utah. Copies of State of Utah form OGC-8-X are acceptable. If no flows are detected, samples will be submitted to the BLM along with any water analyses conducted.

3. Anticipated Bottom Hole Pressures

Maximum anticipated bottom hole pressure equals approximately 2640.0 psi.



SHENANDOAH ENERGY INC. WONSITS VALLEY 14G-5-8-22 687' FSL, 1807' FWL SESW, SECTION 5, T8S, R22E UINTAH COUNTY, UTAH LEASE # UTU-76508

ONSHORE ORDER NO. 1

MULTI - POINT SURFACE USE & OPERATIONS PLAN

An onsite inspection was conducted for the WV 14G-5-8-22 on November 6, 2001 at 1:30. Weather conditions were sunny with a light breeze and temperatures of 68 degrees at the time of the onsite. In attendance at the inspection were the following individuals:

Byron Tolman

Bureau of Land Management

Dixie Sadlier Raleen Searle Bureau of Land Management

arle Shenandoah Energy Inc.

1. Existing Roads:

The proposed well site is approximately 8 miles southwest of Red Wash, Utah. to the location from Vernal, Utah:

Refer to Topo Maps A and B for location of access roads within a 2 – mile radius.

There will be no improvements made to existing access roads.

2. Planned Access Roads:

Please see Shenandoah Energy Inc. Standard Practices for Wasatch Formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and undesignated fields in Townships 07 and 08 South, Ranges 21 to 24 East.

Refer to Topo Map B for the location of the proposed access road.

3. Location of Existing Wells Within a 1 – Mile Radius:

Please refer to Topo Map C.

4. Location of Existing & Proposed Facilities:

Please see Shenandoah Energy Inc. Standard Practices for Wasatch Formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and undesignated fields in Townships 07 and 08 South, Ranges 21 to 24 East.

Refer to Topo Map D for the location of the proposed pipeline.

5. Location and Type of Water Supply:

Please see Shenandoah Energy Inc. Standard Practices for Wasatch Formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and undesignated fields in Townships 07 and 08 South, Ranges 21 to 24 East.

6. Source of Construction Materials:

Please see Shenandoah Energy Inc. Standard Practices for Wasatch Formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and undesignated fields in Townships 07 and 08 South, Ranges 21 to 24 East.

7. Methods of Handling Waste Materials:

Please see Shenandoah Energy Inc. Standard Practices for Wasatch Formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and undesignated fields in Townships 07 and 08 South, Ranges 21 to 24 East.

8. Ancillary Facilities:

Please see Shenandoah Energy Inc. Standard Practices for Wasatch Formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and undesignated fields in Townships 07 and 08 South, Ranges 21 to 24 East.

9. Well Site Layout: (See Location Layout Diagram)

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s), and surface material stockpile(s).

Please see the attached diagram to describe rig orientation, parking areas, and access roads.

A pit liner is required.

10. Plans for Reclamation of the Surface:

Please see Shenandoah energy Inc. Standard Operating Practices for Wasatch Formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and undesignated fields in Township 07 and 08 South, Ranges 21 to 24 East.

Seed mix #1

11. Surface Ownership:

The well pad and access road are located on lands owned by:

Bureau of Land Management 170 South 500 East Vernal, Utah 84078 (435) 781-4400

12. Other Information

A Class III archaeological survey was conducted by Montgomery Archaeology Consultants. A copy of this report was submitted directly to the appropriate agencies by Montgomery Archaeology Consultants. Cultural resource clearance was recommended for this location.

There is a Burrowing Owl Stipulation from April 1st - August 15. No construction or drilling will commence during this period unless otherwise determined by a wildlife biologist that the site is inactive.



Lessee's or Operator's Representative:



John Busch
Red Wash Operations Rep.
Shenandoah Energy Inc.
11002 East 17500 South
Vernal, Utah 84078
(435) 781-4341

Certification:

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil & Gas Orders, the approved plan of operations, and any applicable Notice to Lessees.

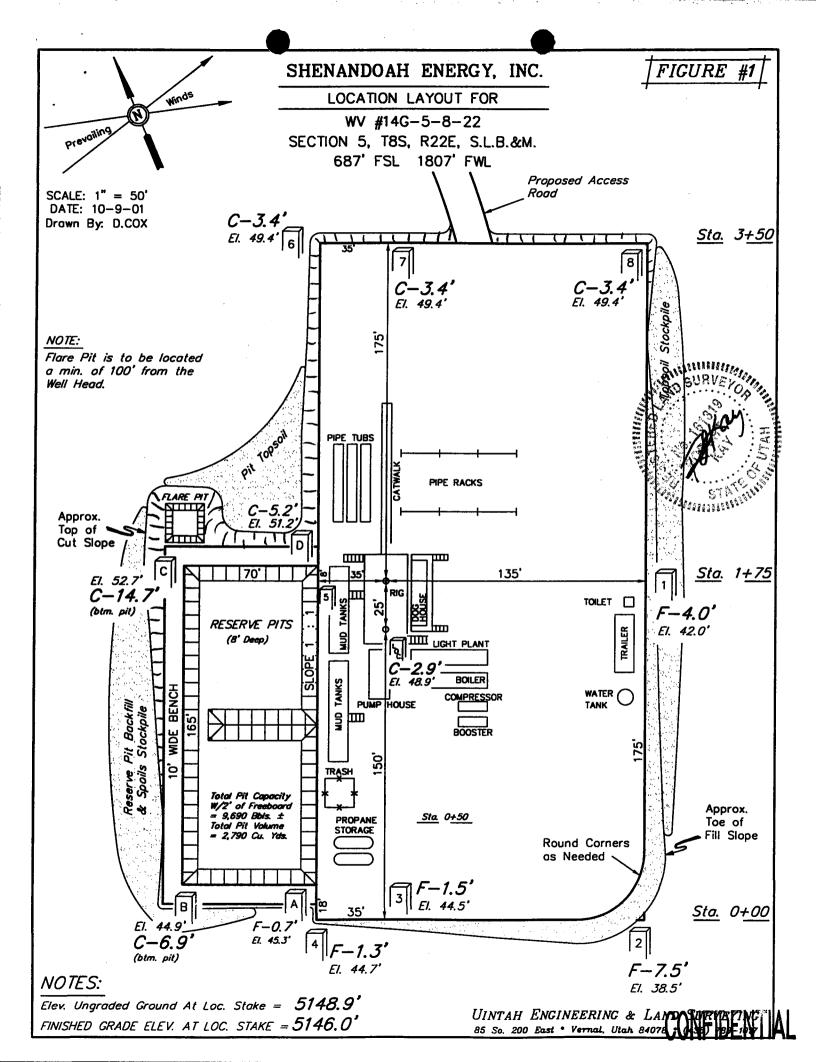
Shenandoah Energy Inc. will be fully responsible for the actions of their subcontractors.

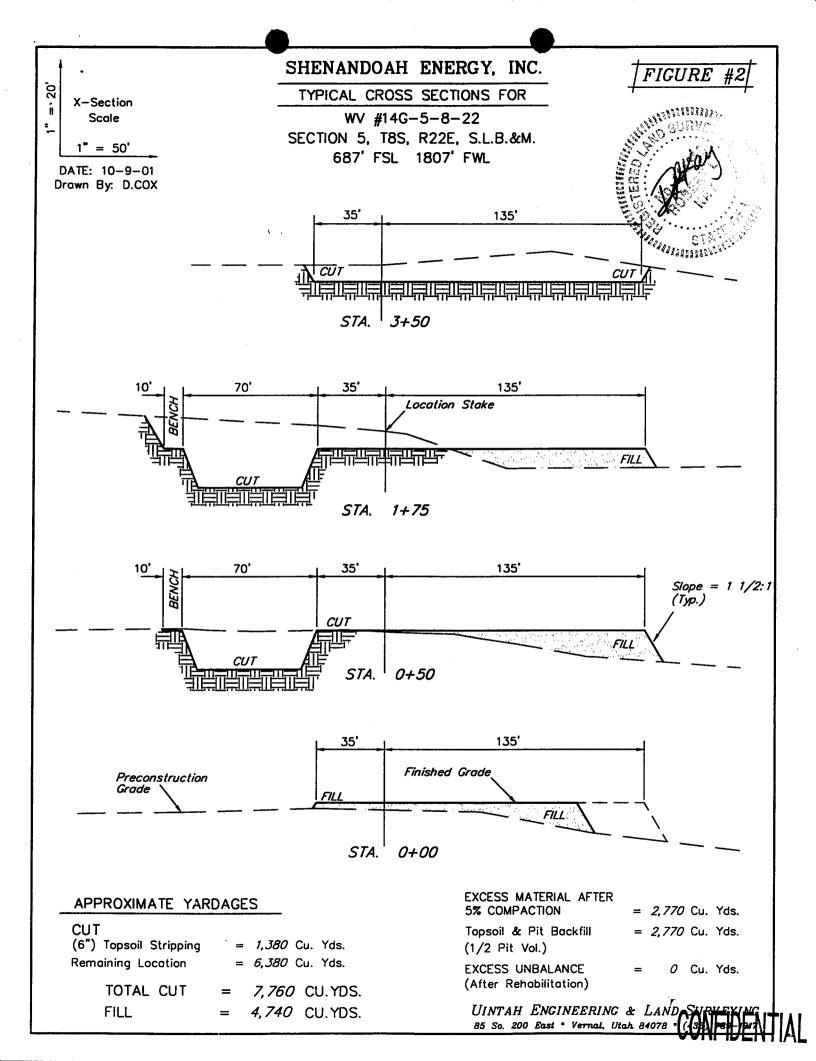
A complete copy of the approved Application for Permit to Drill will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

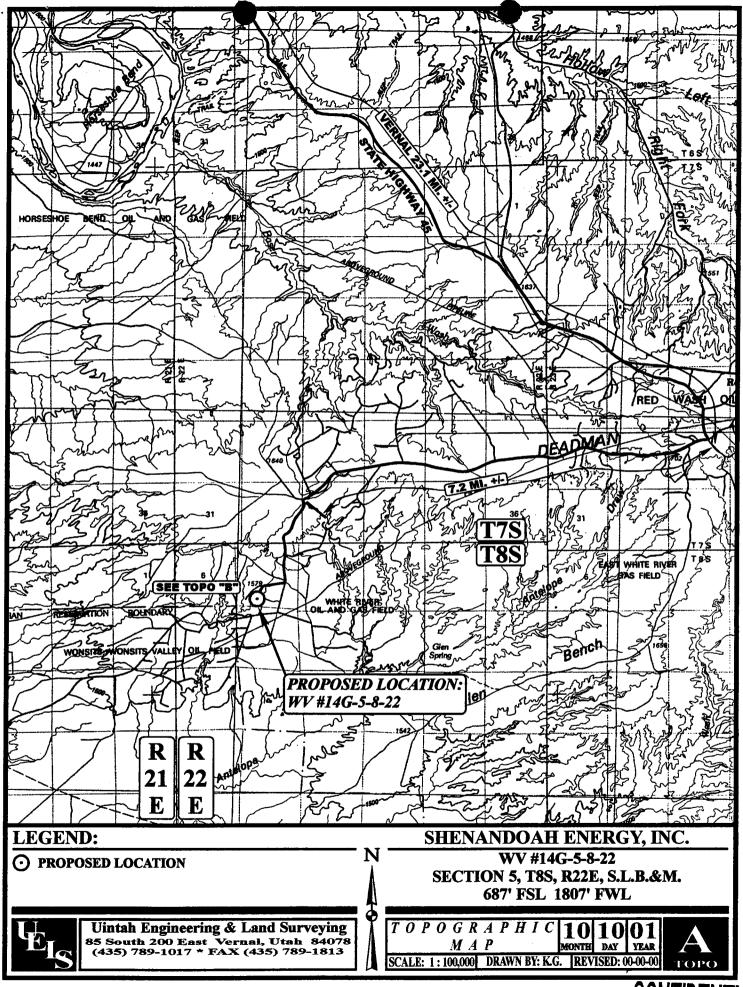
I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by Shenandoah Energy Inc. its' contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

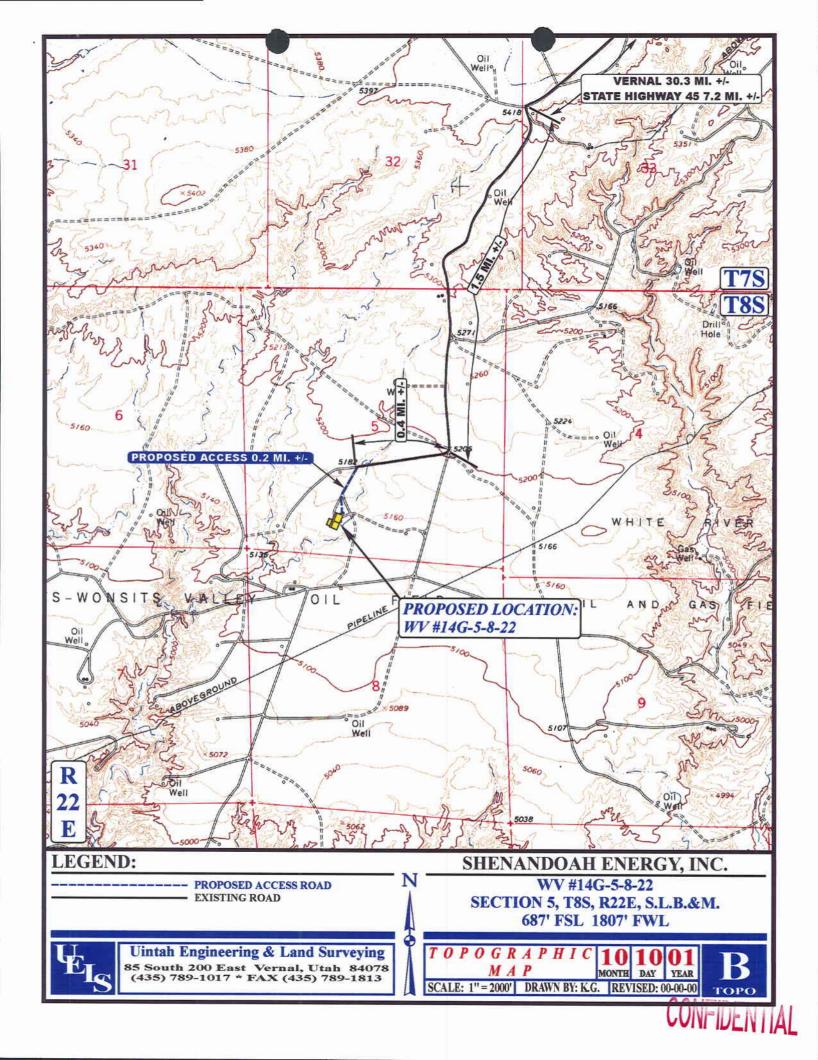
loh- Burch	Nov 19-01	
John Busch	Date	
Red Wash Operations Representative		

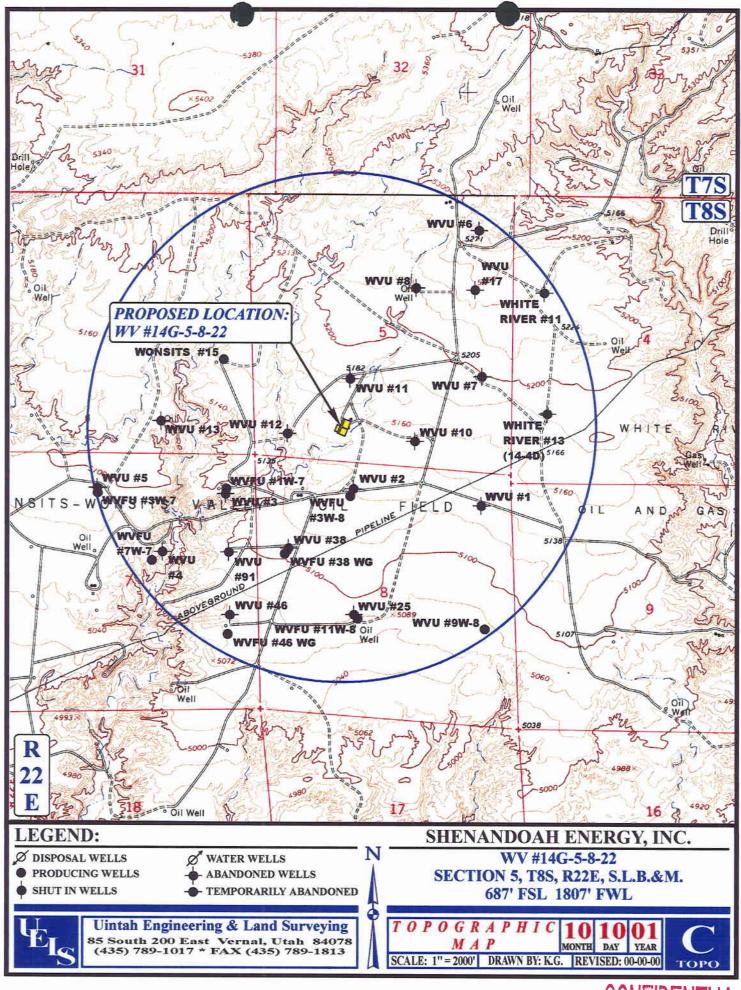


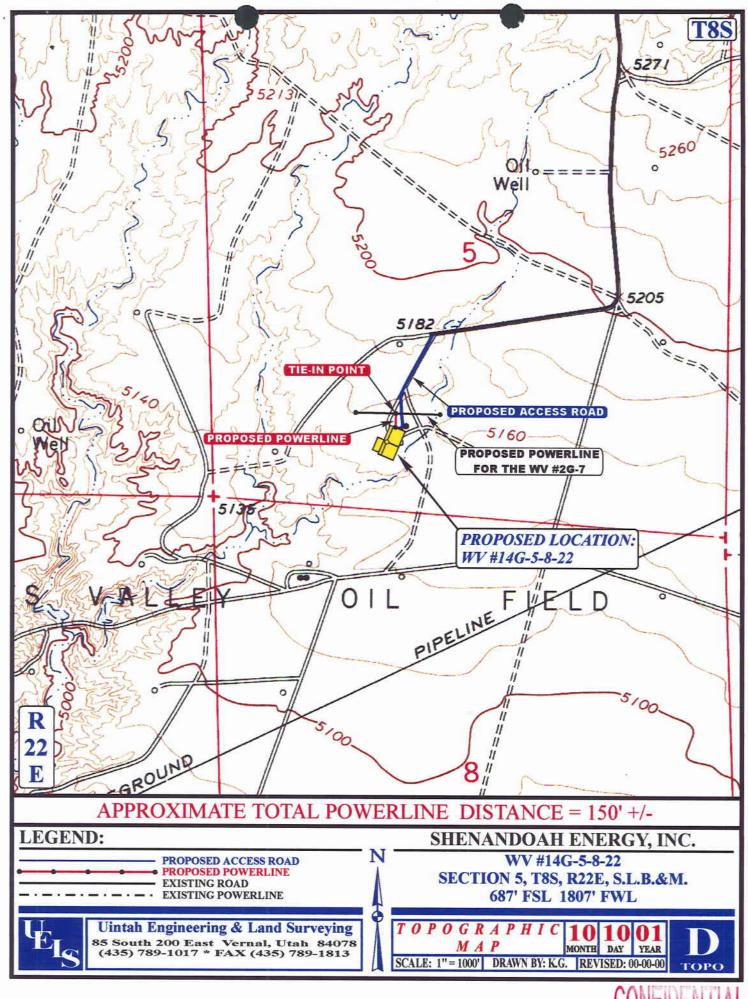






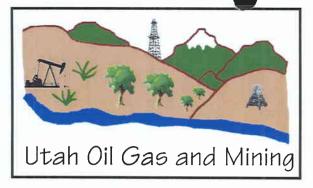






WORKSHEET APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 11/30/2001	API NO. ASSIGNED: 43-047-34400
WELL NAME: WV 14G-5-8-22 OPERATOR: SHENANDOAH ENERGY INC (N4235) CONTACT: JOHN BUSCH	PHONE NUMBER: 435-781-4341
PROPOSED LOCATION: SESW 05 080S 220E SURFACE: 0687 FSL 1807 FWL BOTTOM: 0687 FSL 1807 FWL UINTAH WONSITS VALLEY (710) LEASE TYPE: 1 - Federal LEASE NUMBER: UTU-76508 SURFACE OWNER: 1 - Federal PROPOSED FORMATION: GRRV	INSPECT LOCATN BY: / / Tech Review Initials Date Engineering Geology Surface
Plat Bond: Fed[1] Ind[] Sta[] Fee[] (No. U-0969 Potash (Y/N) Poil Shale 190-5 (B) or 190-3 or 190-13 Water Permit (No. 43-8496 RDCC Review (Y/N) (Date:) Plat Plat Bond: Fee Surf Agreement (Y/N)	LOCATION AND SITING: R649-2-3. Unit R649-3-2. General Siting: 460 From Qtr/Qtr & 920' Between Wells R649-3-3. Exception Drilling Unit Board Cause No: Eff Date: Siting: R649-3-11. Directional Drill
	lec'd 12-17-01) (1-22-02)

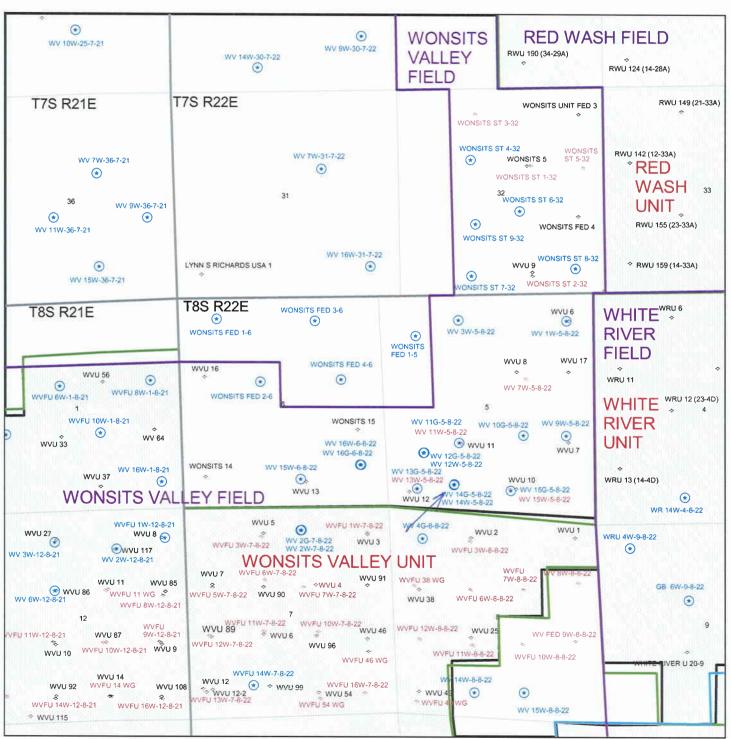


OPERATOR: SHENANDOAH ENERGY (N4235)

SEC. 5 & 6, T8S, R22E

FIELD: WONSITS VALLEY (710)

COUNTY: UINTAH



PREPARED BY: LCORDOVA DATE: 4-DECEMBER-2001

SHENANDOAH ENERGY INC.

11002 East 17500 South Vernal, UT 84078 Phone: (435) 781-4300 Fax (435) 781-4329

December 13, 2001

Division of Oil, Gas & Mining 1594 W. N. Temple STE 1210 Salt Lake City, UT 84114-5801

To Whom It May Concern:

Shenandoah Energy Inc. Wonsits Valley 14G-5-8-22 Lease # UTU-76508, is an exception location due to the closure between Section 4 and 5, T8S, R22E.

There are no additional lease owners within 460' of this proposed well. If you have any question please contact Raleen Searle @ (435) 781-4309.

Thank you,

Raleen Searle

Administrative Assistant

RECEIVED

DEC 17 2001

DIVISION OF OIL, GAS AND MINING

SHENANDOAH ENERGY INC.

11002 East 17500 South Vernal, UT 84078 Phone: (435) 781-4300 Fax (435) 781-4329

January 16, 2002

Division of Oil, Gas & Mining 1594 W. N. Temple STE 1210 Salt Lake City, UT 84114-5801

To Whom It May Concern:

Shenandoah Energy Inc. Wonsits Valley 14G-5-8-22 Lease # UTU-76508, is an exception location due to the section being uneven, and it is located within 920' of the WV 14W-5-8-22.

There are no additional lease owners within 460' of this proposed well. If you have any question please contact Raleen Searle @ (435) 781-4309.

Thank you,

Raleen Searle

Administrative Assistant

JAN 2 2 2002

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State of Utah DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt Governor Kathleen Clarke Executive Director Lowell P. Braxton Division Director 1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

January 28, 2002

Shenandoah Energy Inc 11002 E 17500 S Vernal UT 84078

Re:

Wonsits Valley 14G-5-8-22 Well, 687' FSL, 1807' FWL, SE SW, Sec. 5, T. 8 South,

R. 22 East, Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 *et seq.*, Utah Administrative Code R649-3-1 *et seq.*, and the attached Conditions of Approval, approval to drill the referenced well is granted.

Appropriate information has been submitted to DOGM and administrative approval of the requested exception location is hereby granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-34400.

Sincerely,

John R. Baza

Associate Director

er

Enclosures

cc:

Uintah County Assessor

Bureau of Land Management, Vernal District Office

Operator:		Shenandoah Energy Inc		
Well Name & Number		Wonsits Valley 14G-5-8-22		
API Number:		43-047-34400	_	
Lease:		UTU-76508	_	
Location: SE SW	Sec. 5	T. 8 South R. 22 East		

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

Contact Dan Jarvis at (801) 538-5338

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 5. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.

UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED OMB No. 1004-0136 Expires November 30, 2000

BUREAU OF LAND MANAGEMENT

5.	Lease Serial No.
	UTU-76508

APPLICATION FOR	PERMIT TO	DRILL O	REENTER
AFFLICALIONICI	1 P(((4)))		

6. If Indian, Allottee or Tribe Name

1a. Type of Work: ☑ DRILL ☐ REENTER	CONFID	ENTIAL	7. If Unit or CA Agreement, N/A	Name and No.
1b. Type of Well: 🛛 Oil Well 🔲 Gas Well 🔲 Oth	er 🛮 🗷 Singl	le Zone	Lease Name and Well No. WONSITS VALLEY 140	G-5-8 - 22
2. Name of Operator Contact:	JENNY MOORE E-Mail: jmoore@shenand	loahenergy.com	9. API Well No.	
3a. Address 11002 E 17500 S VERNAL, UT 84078	3b. Phone No. (included Ph: 435.781.4352		10. Field and Pool, or Explo WONSITS VALLEY	ratory
4. Location of Well (Report location clearly and in accorded	nce with any State requ	irements.*	11. Sec., T., R., M., or Blk.	and Survey or Area
At surface SESW 687FSL 1807FWL	Lot 13	4 0 0004	Sec 5 T8S R22E Me	SLB
At proposed prod. zone	NON	1 9 2001	·	
14. Distance in miles and direction from nearest town or post 8 +/- MILES FROM REDWASH, UTAH	office*		12. County or Parish UINTAH	13. State UT
15. Distance from proposed location to nearest property or	16. No. of Acres in Le	ease	17. Spacing Unit dedicated	to this well
lease line, ft. (Also to nearest drig. unit line, if any) 687' +/-	40.00		585.25	
18. Distance from proposed location to nearest well, drilling,	19. Proposed Depth		20. BLM/BIA Bond No. on	file
completed, applied for, on this lease, ft. 1000' +/-	6600 MD 6600 TVD		U-0969	
21. Elevations (Show whether DF, KB, RT, GL, etc. 5155 KB	22. Approximate date	work will start	23. Estimated duration 10 DAYS	
	24. Atta	achments		
The following, completed in accordance with the requirements of	f Onshore Oil and Gas (Order No. 1, shall be attached to	this form:	
 Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest Syst SUPO shall be filed with the appropriate Forest Service Of 	em Lands, the fice).	Item 20 above). 5 Operator certification	ons unless covered by an existir	
25. Signature (Electronic Submission)	Name (Printed/Typed) JENNY MOOR			Date 11/19/2001
Title PREPARER				
Approved by (Signature) Security	Name (Printed/Typed))		Pate 29/2002
Title Assistant Field Manager Mineral Resources	Office			
Application approval does not warrant or certify the applicant he operations thereon. Conditions of approval, if any, are attached.	olds legal or equitable tit	le to those rights in the subject l	ease which would entitle the ap	plicant to conduct
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, States any false, fictitious or fraudulent statements or representa	make it a crime for any tions as to any matter wi	person knowingly and willfully t thin its jurisdiction.	o make to in a ban ment or a	ely Fin U ited

Additional Operator Remarks (see next page)

Electronic Submission #8727 verified by the BLM Well Information System DIVISION OF For SHENANDOAH ENERGY INC., sent to the Vernal OIL GAS AND MINING Committed to AFMSS for processing by LESLIE WALKER on 11/28/2001 ()

NOTICE OF APPROVAL

CONDITIONS OF APPROVAL ATTACHED

JAN 3 1 2002

** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL **

DOGMA D2LW0259AE

NOS 10/30/01

COAs Page 1 of ___ Well No.: WV #14G-5-8-22

CONDITIONS OF APPROVAL APPLICATION FOR PERMIT TO DRILL

Company/Operator: Shenandoah Energy Inc.	-
Well Name & Number: WV #14G-5-8-22	-
API Number: <u>43-047-34400</u>	_
Lease Number: <u>U - 76508</u>	-
Location: LOT 13 (SESW) Sec. 05 T. 8S R. 22E	
Agreement: N/A	

For more specific details on notification requirements, please check the Conditions of Approval for Notice to Drill and Surface Use Program.

CONDITIONS OF APPROVAL FOR NOTICE TO DRILL

Approval of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Be aware fire restrictions may be in effect when location is being constructed and/or when well is being drilled. Contact the appropriate Surface Management Agency for information.

A. DRILLING PROGRAM

1. Casing Program and Auxiliary Equipment

As a minimum, the usable water and oil shale resources shall be isolated and/or protected by having a cement top for the production casing at least 200 ft. above the top of the Green River Formation, identified at \pm 3,086 ft.

Form 3160-5 (June 1990) UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

P

FORM APPROVED

Budget Bureau No. 1004-0135

Expires: March 31, 1993

005

SUNDRY NO	5. Lease Designation and Serial No. UTU-76508	
Do not use this form for proposals to drill or to Use "APPLICAT	6. If Indian, Allottee or Tribe Name N/A	
SURMI	IT IN TRIPLICATE	7. If Unit or CA, Agreement Designation
Type of Well Oil Gas		N/A
X Well Well Other	CONFIDENTIAL	8. Well Name and No. WV 14G-5-8-22
2. Name of Operator SHENANDOAH ENERGY INC		9. API Well No.
 Address and Telephone No 11002 E. 17500 S. VERNAL, UT 84078-8526 	(801) 781-4341	43-047-34400 10. Field and Pool, or Exploratory Area
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)		WONSITS VALLEY
687' FSL, 1807' FWL, SWSE OF SECTION 5, T8S, 1	R22E, SLB&M	 County or Parish, State UINTAH, UTAH
12. CHECK APPROPRIATE	BOX(s) TO INDICATE NATURE OF NOTICE, REP	ORT, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF ACT	ION
X Notice of Intent	Abandonment	Change of Plans
	Recompletion	New Construction
Subsequent Report	Plugging Back	Non-Routine Fracturing
	Casing Repair	Water Shut-Off
Final Abandonment Notice	Altering Casing	Conversion to Injection
	X Other Name Change	Dispose Water
	(Note) Report results of multiple completion on Well Completion or Recompletion Report and Log form.)	
13. Describe Proposed or Completed Operations (Clearly state all pertinent	details, and give pertinent dates, including estimated date of starting any proposed we	ork. If well is directionally drilled,
give subsurface locations and measured and true vertical depths for all Shenandoah Energy Inc. proposes to change the nam	markers and zones pertinent to this work) te of Wonsits Valley 14G-5-8-22 to Stirrup Unit 14G-5-8-22.	
	÷	
Accepted by the Utah Division of		
Oil, Gas and Mining	Federal Approval Of This	general section of the section of th
Date: 2/71 02	the manual three distance of the chance control	
By: CR) FEB 0 6 2002	
	DIVISION OF	
	Initials CHO.	OIL, GAS AND MINING
14. I hereby certify that the foregoing is true and correct. Signed JOHN BUSCH	Title OPERATIONS REPRESENTATIVE	Date 1/31/02
(This space for Federal or State office use)		
Approved by:	Date	
Conditions of approval, if any		
Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and	d willfully to make to any department or agency of the United States any false, fictitio	us or fraudulent statements or

Form 3160-3 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0136
Expires November 30, 2000

5.	Lease Serial No.	
	UTU76508	

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v	v	v

APPLICATION FOR PERMIT TO DRILL OR REENTER

6. If Indian, Allottee or Tribe Name

		<u> </u>	
1a. Type of Work: ☑ DRILL ☐ REENTER	CONFIDENTIAL	7. If Unit or CA Agreement,	Name and No.
lb. Type of Well: ☑ Oil Well ☐ Gas Well ☐ Oth	ner Single Zone	8. Lease Name and Well No EXPIRED-STIRUP UNI	
	JENNY MOORE E-Mail: jenny.moore@questar.com	9. API Well No. 43-	047-34400-00-X
3a. Address 11002 EAST 17500 SOUTH VERNAL, UT 84078-8526	3b. Phone No. (include area code) Ph: 435.781.4352	10. Field and Pool, or Explo WONSITS VALLEY	ratory
4. Location of Well (Report location clearly and in accorda	nce with any State requirements.*)	11. Sec., T., R., M., or Blk. a	and Survey or Area
At surface Lot 13 687FSL 1807FWL		Sec 5 T8S R22E Me	r SLB
At proposed prod. zone			
14. Distance in miles and direction from nearest town or post of 8 +/- MILES FROM REDWASH, UTAH	office*	12. County or Parish UINTAH	13. State UT
15. Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig, unit line, if any)	16. No. of Acres in Lease	17. Spacing Unit dedicated t	o this well
687' +/-	585.25	585.20	
 Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft. 1000' +/- 	19. Proposed Depth 6600 MD 6600 TVD	20. BLM/BIA Bond No. on	file
21. Elevations (Show whether DF, KB, RT, GL, etc. 5155 KB	22. Approximate date work will start	23. Estimated duration 10 DAYS	
	24. Attachments		
 The following, completed in accordance with the requirements o Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest System SUPO shall be filed with the appropriate Forest Service Off 	4. Bond to cover the operation Item 20 above). em Lands, the 5. Operator certification	this form: ons unless covered by an existin formation and/or plans as may b	
25. Signature (Electronic Submission)	Name (Printed/Typed) JENNY MOORE		Date 11/19/2001
Title PREPARER			
Approved by (Signature) EXPIRED	Name (Printed/Typed) EXPIRED		Date 01/29/2003
Title EXPIRED	Office Vernal		
Application approval does not warrant or certify the applicant ho operations thereon.	lds legal or equitable title to those rights in the subject le	ease which would entitle the app	licant to conduct

Additional Operator Remarks (see next page)

Conditions of approval, if any, are attached.

RECEIVED

Electronic Submission #8727 verified by the BLM Well Information System
For SHENANDOAH ENERGY INC, sent to the Vernal
Committed to AFMSS for processing by LESLIE WALKER on 11/28/2001 (02LW0430AE)

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

FEB 2 7 2003

email

DIV. OF OIL, GAS & MINING

, Additional Operator Remarks:

Shenandoah Energy Inc. proposes to drill a well to 6600' to test the Green River. If productive, casing will be run and the well completed. If dry, the well will be plugged and abandoned as per BLM and State of Utah requirements.

Please see Shenandoah Energy Inc. Standard Practices for Green River Formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and undesignated fields in Townships 07 and 08 South, Ranges 21 and 24 East.

See Onshore Order No. 1 attached

Please be advised that Shenandoah Energy Inc. agrees to be responsible under the terms and conditions of the lease for the operations conducted upon the lease lands.

Bond coverage for this well is provided by Bond No. U-0969. The principal is Shenandoah Energy Inc. via surety as consent as provided for the $43 \ CFR \ 3104.2$.

Revisions to Operator-Submitted EC Data for APD #8727

Operator Submitted

Lease:

UTU-76508

Agreement:

N/A

Operator:

SHENANDOAH ENERGY INC.

11002 E 17500 S VERNAL, UT 84078 Ph: 435.781.4352

Admin Contact:

JENNY MOORE PREPARER 11002 E 17500 S VERNAL, UT 84078 Ph: 435.781.4352

E-Mail: jmoore@shenandoahenergy.com

Tech Contact:

Well Name:

Number:

WONSITS VALLEY

14G-5-8-22

Location:

State:

County: ÜİNTAH

S/T/R: Surf Loc: Sec 5 T8S R22E Mer SLB SESW 687FSL 1807FWL

Field/Pool:

WONSITS VALLEY

Bond:

U-0969

BLM Revised (AFMSS)

UTU76508

SHENANDOAH ENERGY INC

11002 EAST 17500 SOUTH VERNAL, UT 84078-8526 Ph: 435.781.4300 Fx: 435.781.4329

JENNY MOORE PREPARER 11002 EAST 17500 SOUTH VERNAL, UT 84078-8526 Ph: 435.781.4352

E-Mail: jenny.moore@questar.com

EXPIRED-STIRUP UNIT 14G-5-8-22

UINTAH Sec 5 T8S R22E Mer SLB Lot 13 687FSL 1807FWL

WONSITS VALLEY

Form 3160-5 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

FORM APPROVED OMB NO. 1004-0135 Expires: November 30, 2000

5.	Lease	Serial No.	
	1.1771.1	76500	

Z SOMPKI i	SONDKI NOTICES AND KEPOKIS ON WELLS			010-70000		
Do not use this abandoned well	is form for proposals to drill or to re-enter an II. Use form 3160-3 (APD) for such proposals.		6. If Indian,	6. If Indian, Allottee or Tribe Name		
SUBMIT IN TRIF	PLICATE - Other instruction	ons on reverse side.	7. If Unit or	CA/Agreement, Name and/or No.		
1. Type of Well						
☑ Oil Well ☐ Gas Well ☐ Othe				P UNIT 14G-5-8-22		
2. Name of Operator SHENANDOAH ENERGY INC	E-	ALEEN SEARLE Mail: raleen.searle@questar.c		34400		
3a. Address 11002 EAST 17500 SOUTH VERNAL, UT 84078		b. Phone No. (include area code Ph: 435.781.4309 Fx: 435.781.4329		d Pool, or Exploratory TS VALLEY		
4. Location of Well (Footage, Sec., T.,	R., M., or Survey Description)		11. County o	or Parish, and State		
Sec 5 T8S R22E SESW 687F9	SL 1807FWL		UINTAH	COUNTY, UT		
12. CHECK APPR	OPRIATE BOX(ES) TO I	NDICATE NATURE OF	NOTICE, REPORT, OR	OTHER DATA		
TYPE OF SUBMISSION		ТҮРЕ О	F ACTION			
Notice of Intent	☐ Acidize	☐ Deepen	☐ Production (Start/Res	sume) Water Shut-Off		
	☐ Alter Casing	☐ Fracture Treat	□ Reclamation	■ Well Integrity		
☐ Subsequent Report	☐ Casing Repair	☐ New Construction	□ Recomplete	⊠ Other		
☐ Final Abandonment Notice	☐ Change Plans	□ Plug and Abandon	☐ Temporarily Abandon	n .		
	☐ Convert to Injection	Plug Back	■ Water Disposal			
Shenandoah Energy Inc. herel		pproved by the land Division of	the SU 14G-5-8-22.	RECEIVED		
	Oil	Gas and Mining	*	MAR 1 1 2003		
COPY SENT TO OPEN Date: 03-/3-0-1 Initials: CHO	Date:	03-12-01	<u>D</u>	DIV. OF OIL, GAS & MINING		
14. I hereby certify that the foregoing is	Electronic Submission #19	295 verified by the BLM We DAH ENERGY INC., sent to				
Name (Printed/Typed) RALEEN S	SEARLE	Title REGUI	_ATORY AFFAIRS ANAL	YST		
Signature Rall	n Searle	Date 03/06/2	2003			
	THIS SPACE FOR	FEDERAL OR STATE	OFFICE USE			
Approved By		Title		Date		

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Vernal Field Office 170 South 500 East Vernal, Utah 84078-2799 http://www.blm.gov/utah/vernal

Phone: (435) 781-4400 Fax: (435) 781-4410

IN REPLY REFER TO: 3160 UT08300

February 25, 2003

Raleen Searle Shenandoah Energy Inc. 11002 East 17500 South Vernal, Utah 84078

Re:

Notification of Expiration Wells: Stirrup 14G-5-8-22, & Stirrup 14W-5-8-22 Lot 13, Sec. 5, T8S, R22E Uintah County, Utah Lease No. UTU-76508

Dear Ms. Searle:

The Applications for Permit to Drill the above-referenced wells were approved on January 29, & 30, 2002. Applications for Permit to Drill are effective for a period of one year. In view of the foregoing, this office is notifying you that the approval of the referenced applications has expired. If you intend to drill at these locations at a future date, a new Application for Permit to Drill must be submitted.

This office requires a letter confirming that no surface disturbance has been made for this drill site. Any surface disturbance associated with the approved location of this well is to be rehabilitated. On March 4, 2002, a field inspection was conducted indicating that the construction of the location was almost complete. A schedule for the rehabilitation must be submitted to this office. Your cooperation in this matter is appreciated.

Sincerely,

Leslie Walker

Legal Instruments Examiner

slieWalker

cc: UDOGM - Diana Mason

RECEIVED

MAR 0 3 2003

DIV. OF OIL, GAS & MINING

Form 3,60-5 (August 1999)

TED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0135 Expires: November 30, 2000 5. Lease Serial No. UTU76508

SUNDRY NOTICES AND REPORTS ON WELLS

0.0			0.0000				
Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.					6. If Indian, Allottee or Tribe Name		
SUBMIT IN TRI	PLICATE - Other instruc	ctions on rev	erse side.		7. If Unit or CA/Agreem	ent, Name and/or No.	
Type of Well ☐ Gas Well ☐ Oth	er				8. Well Name and No. EXPIRED-STIRUP	UNIT 14G-5-8-22	
2. Name of Operator SHENANDOAH ENERGY INC	Contact:	RALEEN SEA E-Mail: raleen.s	ARLE searle@questar.c	com	9. API Well No. 43-047-34400-00	-X1	
3a. Address 11002 EAST 17500 SOUTH VERNAL, UT 84078-8526		3b. Phone No Ph: 435.78 Fx: 435.781		e)	10. Field and Pool, or Ex WONSITS VALLE		
4. Location of Well (Footage, Sec., T.	, R., M., or Survey Description	1)			11. County or Parish, an	d State	
Sec 5 T8S R22E Lot 13 687F9	SL 1807FWL				UINTAH COUNTY, UT		
12. CHECK APPR	OPRIATE BOX(ES) TO	O INDICATE	NATURE OF	NOTICE, RI	EPORT, OR OTHER	DATA	
TYPE OF SUBMISSION			ТҮРЕ С	F ACTION			
Notice of Intent ■	☐ Acidize	☐ Dee _l	oen	☐ Product	ion (Start/Resume)	☐ Water Shut-Off	
_	☐ Alter Casing	☐ Frac	ture Treat	☐ Reclam	ation	☐ Well Integrity	
☐ Subsequent Report	□ Casing Repair	□ New	Construction	☐ Recomp	lete	⊠ Other	
☐ Final Abandonment Notice	□ Change Plans	_	and Abandon	□ Tempor	arily Abandon	Change to Origina PD	
13. Describe Proposed or Completed Ope	Convert to Injection			☐ Water I			
RECEIVED MAR 1 3 2003 { DIV. OF OIL, GAS & MINING	mail						
14. I hereby certify that the foregoing is	Electronic Submission #	#19295 verified	by the BLM We	Il Information	Svstem		
Con	For SHENAN nmitted to AFMSS for proc	NDOAH ENERG	YINC. sent to t	the Vernal	•		
Name (Printed/Typed) RALEEN S				•	FAIRS ANALYST		
G:							
Signature (Electronic S	THIS SPACE FO	DD EEDEDA	Date 03/06/2				
DENIED	THOURAGET	JIN I EDEKA	DENIED	OFFICE O	<u> </u>		
_Approved_By_DENIED_			TitleDENIED			Date 03/12/2	
Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent would entitle the applicant to condu	itable title to those rights in the		Office Vernal				
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent s	U.S.C. Section 1212, make it a tatements or representations as	crime for any pe s to any matter wi	rson knowingly an thin its jurisdiction	d willfully to ma	ake to any department or ag	ency of the United	

Revisions to Operator-Submitted EC Data for Sundry Notice #19295

Operator Submitted

BLM Revised (AFMSS)

Sundry Type:

OTHER

NOI

APDCH NOI

Lease:

UTU-76508

UTU76508

Agreement:

Operator:

SHENANDOAH ENERGY INC. 11002 EAST 17500 SOUTH VERNAL, UT 84078 Ph: 435.781.4309 Fx: 435.781.4323

Admin Contact:

RALEEN SEARLE REGULATORY AFFAIRS ANALYST

Ph: 435.781.4309

Tech Contact:

E-Mail: raleen.searle@questar.com

Fx: 435.781.4329

Location:

State: County: UT UINTAH

Field/Pool:

WONSITS VALLEY

Well/Facility:

STIRRUP UNIT 14G-5-8-22 Sec 5 T8S R22E SESW 687FSL 1807FWL

SHENANDOAH ENERGY INC 11002 EAST 17500 SOUTH VERNAL, UT 84078-8526 Ph: 435.781.4300 Fx: 435.781.4329

RALEEN SEARLE REGULATORY AFFAIRS ANALYST E-Mail: raleen.searle@questar.com

Ph: 435,781,4309 Fx: 435.781.4329

UT UINTAH

WONSITS VALLEY

EXPIRED-STIRUP UNIT 14G-5-8-22 Sec 5 T8S R22E Lot 13 687FSL 1807FWL

Shenandoah Energy Inc. APD Extension

Well: WV 14G-5-8-22 Location: SESW Sec. 5, T8S, R22E

Lease: U-76508

Reason for Denial

An extension for the referenced APD is denied for the following reason:

1. The original APD expired 1/29/03 and has already been returned.

If you have any other questions concerning this matter, please contact Kirk Fleetwood at (435) 781-4486.



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Vernal Field Office 170 South 500 East Vernal, Utah 84078-2799

Phone: (435) 781-4400 Fax: (435) 781-4410

IN REPLY REFER TO: 3160 UT08300

June 2, 2003

Raleen Searle Shenandoah Energy Inc. 11002 East 175000 South Vernal, Utah 84078

Re:

Well No. Stirrup 14G-5-8-22 SESW, Sec. 5, T8S, R22E Uintah County, Utah Lease No. UTU-76508

Dear Raleen:

The Application for Permit to Drill (APD) the above referenced well is being returned unapproved per your request. If you intend to drill at this location at a future date, a new APD must be submitted.

If you have any questions concerning APD processing, please contact me at (435) 781-4497.

Sincerely,

Leslie Walker

Legal Instruments Examiner

eslie Walker

cc: UDOGM - Diana Mason

JUN 1 1 2003

DIV. OF OIL, GAS & MINING

011



State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt Governor Kathleen Clarke Executive Director Lowell P. Braxton Division Director 1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

June 18, 2003

Raleen Searle Shenandoah Energy Inc. 11002 East 17500 South Vernal, Utah 84078

Re: APD Rescinded - Stirrup Unit 14G-5-8-22, Sec. 5, T.8S, R.22E - Uintah County,

Utah, API No. 43-047-34400

Dear Ms. Searle:

The Application for Permit to Drill (APD) for the subject well was approved by the Division of Oil, Gas and Mining (Division) on January 28, 2002. On March 12, 2003, the Division granted a one-year APD extension. On June 11, 2003 the Division received a letter from the Bureau of Land Management (BLM), which states that the permit filed with the BLM was being returned unapproved as per your request. I contacted you at that time and you requested that the APD filed with the Division be rescinded. No drilling activity at this location has been reported to the division. Therefore, approval to drill the well is hereby rescinded, effective June 11, 2003, as requested.

A new APD must be filed with this office for approval <u>prior</u> to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Diana Mason

Engineering Technician

Misona Mas on

cc: Well File

Bureau of Land Management, Vernal